

# HOUSE BILL No. 1043

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 20-43.

**Synopsis:** Small school grants. Reestablishes a small school grant for school corporations having a current ADM (average daily membership) of less than 2,400 and a complexity index of at least 0.1. Appropriates from the state general fund an amount sufficient to make the grants for the 2016-2017 fiscal year.

**Effective:** July 1, 2016.

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January 5, 2016, read first time and referred to Committee on Ways and Means.

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Second Regular Session of the 119th General Assembly (2016)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2015 Regular Session of the General Assembly.

## HOUSE BILL No. 1043

A BILL FOR AN ACT to amend the Indiana Code concerning education and to make an appropriation.

*Be it enacted by the General Assembly of the State of Indiana:*

1       SECTION 1. IC 20-43-2-3, AS AMENDED BY P.L.213-2015,  
2       SECTION 208, IS AMENDED TO READ AS FOLLOWS  
3       [EFFECTIVE JULY 1, 2016]: Sec. 3. If the total amount to be  
4       distributed:  
5               (1) as basic tuition support;  
6               (2) for honors diploma awards;  
7               (3) for complexity grants;  
8               (4) for special education grants;  
9               (5) for career and technical education grants;  
10              (6) for choice scholarships; ~~and~~  
11              (7) for Mitch Daniels early graduation scholarships; **and**  
12              **(8) for small school grants;**  
13       for a particular state fiscal year exceeds the amounts appropriated by  
14       the general assembly for those purposes for the state fiscal year, the  
15       total amount to be distributed for those purposes to each recipient  
16       during the remaining months of the state fiscal year shall be  
17       proportionately reduced so that the total reductions equal the amount



of the excess.

SECTION 2. IC 20-43-15 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2016]:

**Chapter 15. Small School Grants**

**Sec. 1. This chapter does not apply to a charter school.**

**Sec. 2. This chapter applies to a state fiscal year beginning after June 30, 2016.**

**Sec. 3. As used in this chapter, "eligible school corporation" means a school corporation that meets the following requirements:**

(1) The school corporation's current ADM is less than two thousand four hundred (2,400).

(2) The school corporation's complexity index is greater than one-tenth (0.1).

**Sec. 4. An eligible school corporation is entitled to a small school grant as provided in this chapter.**

**Sec. 5. If the eligible school corporation's complexity index is greater than two-tenths (0.2), the amount of the small school grant to which the eligible school corporation is entitled in a state fiscal year is the amount determined in STEP FIVE of the following formula:**

**STEP ONE: Determine the difference between:**

(A) two thousand four hundred (2,400); minus

(B) the school corporation's current ADM.

**STEP TWO: Determine the product of:**

(A) one dollar (\$1); multiplied by

(B) the STEP ONE result.

**STEP THREE: Determine the product of:**

(A) the STEP TWO result; multiplied by

(B) the school corporation's current ADM.

**STEP FOUR: Determine the product of:**

(A) one hundred ninety-two dollars (\$192); multiplied by

(B) the school corporation's current ADM.

**STEP FIVE: Determine the lesser of:**

(A) the STEP THREE amount; or

(B) the STEP FOUR amount.

**Sec. 6. If the eligible school corporation's complexity index is greater than one-tenth (0.1) but less than or equal to two-tenths (0.2), the amount of the small school grant to which the eligible school corporation is entitled in a state fiscal year is the amount determined in STEP FIVE of the following formula:**

**STEP ONE: Determine the difference between:**



- 1 (A) two thousand four hundred (2,400); minus
- 2 (B) the school corporation's current ADM.
- 3 **STEP TWO: Determine the product of:**
- 4 (A) one dollar (\$1); multiplied by
- 5 (B) the STEP ONE result.
- 6 **STEP THREE: Determine the product of:**
- 7 (A) the STEP TWO result; multiplied by
- 8 (B) the school corporation's current ADM.
- 9 **STEP FOUR: Determine the product of:**
- 10 (A) ninety-one dollars (\$91); multiplied by
- 11 (B) the school corporation's current ADM.
- 12 **STEP FIVE: Determine the lesser of:**
- 13 (A) the STEP THREE amount; or
- 14 (B) the STEP FOUR amount.
- 15 **Sec. 7. (a) There is appropriated to the department from the**
- 16 **state general fund an amount sufficient to distribute grants to**
- 17 **eligible school corporations under this chapter for the period**
- 18 **beginning July 1, 2016, and ending June 30, 2017.**
- 19 **(b) This section expires July 1, 2017.**

